# CHAPTER 79 SB 49 – FINAL VERSION

02/23/11 0472s 4Jan2012... 2810h

### 2012 SESSION

11-1040 06/04

SENATE BILL 49

AN ACT relative to tip pooling arrangements.

SPONSORS: Sen. Stiles, Dist 24; Rep. Pantelakos, Rock 16; Rep. K. Sullivan, Rock 15

COMMITTEE: Commerce

### AMENDED ANALYSIS

This bill requires tip pooling and tip sharing arrangements to be voluntary.

Explanation: Matter added to current law appears in **bold italics**.

Matter removed from current law appears [in brackets and struckthrough.]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

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### STATE OF NEW HAMPSHIRE

### In the Year of Our Lord Two Thousand Twelve

AN ACT relative to tip pooling arrangements.

Be it Enacted by the Senate and House of Representatives in General Court convened:

- 1 79:1 New Paragraphs; Minimum Wage Law; Definitions; Tip Pooling; Tip Sharing; Coercion. 2 Amend RSA 279:1 by inserting after paragraph XII the following new paragraphs: XIII. "Tip pooling" means the voluntary practice by which the tip earnings of directly tipped 3 employees within the same job category are intermingled in a common pool and then redistributed 4 among participating employees. 5 XIV. "Tip sharing" means the practice by which a directly tipped employee gives a portion of 6 7 his or her tips to another worker who participated in providing service to customers. XV. "Coercion" means the threat of or a direct action which results in an adverse effect on an 8 9 employee's economic or employment status. 10 79:2 Tip Pools. RSA 279:26-b is repealed and reenacted to read as follows: 11 279:26-b Tip Pooling and Sharing.
- I. Tips are wages and shall be the property of the employee receiving the tip and shall be
  - retained by the employee, unless the employee voluntarily and without coercion from his or her employer agrees to participate in a tip pooling or tip sharing arrangement.
  - II. No employer is precluded from administering a valid tip pooling or tip sharing arrangement at the request of the employee, including suggesting reasonable and customary practices, and mediating disputes between employees regarding a valid tip pooling or tip sharing arrangement.
- 19 79:3 Effective Date. This act shall take effect 60 days after its passage.
- 20 Approved: May 23, 2012

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21 Effective Date: July 22, 2012